

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 10, 1996

SUBJECT: **SB 3170 - HB 3188**

This bill, if enacted, requires that for any law enacted, which results in a net increase of the state share of TennCare expenditures, an amount which equals the estimated operating cost of the highest of the next five years, in current dollars, commencing after June 30, 1996, shall be appropriated from recurring revenues. Such cost shall be calculated based on the fiscal note prepared by the Fiscal Review Committee staff. Appropriations made pursuant to this bill shall be placed in a reserve for one-time non-recurring health related expenses; used to increase the revenue fluctuation fund; or for cancellation of bonds authorized but not yet sold.

The fiscal impact from enactment of this bill is estimated to result in an avoidance of expenditures in the TennCare program. The amount of state expenditures that will be avoided as a result of enactment of this bill cannot be determined but is estimated to exceed \$1,000,000 over time.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

James A. Davenport, Executive Director

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